FRAUDULENT PURCHASES

Fraudulent purchases can occur when:

- Merchant and cardholder are in collusion
- Cardholder uses purchases for personal use
- Billing/Certifying Officials don't review the documentation
- Billing/Certifying Officials don't verify the items purchased
- Cardholder and/or Billing/Certifying Official don't require Merchant to provide itemized receipt, allowing items purchased to loose their identity
- Cardholder allows someone else to use his/her

FRAUDULENT PURCHASES

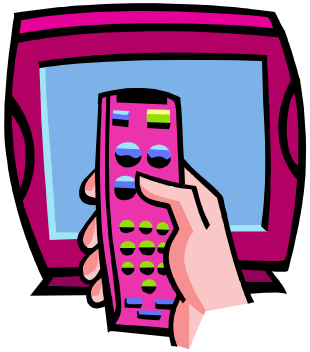
Fraudulent purchases can be stopped by:

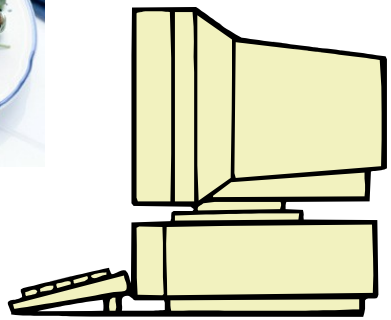
- Enforcing Cardholder and Billing/Certifying Official liability
- Ensuring that records are monitored and physical verification of purchases are conducted
- Periodic inspection of Billing/Certifying Officials and Cardholder records
- Periodic internal review audits and crime prevention inspections
- Require Merchants to provide itemized re
- Do NOT allow anyone to use your card

EXAMPLES OF FRAUDULENT PURCHASES

Some personal have been caught purchasing items from:

- Outback Steakhouse
- Victoria Secret
- Gateway (for home comput
- Disney Store
- Jiffy Lube
- QVC





WHAT HAPPENS IF FRAUD OCCURS?

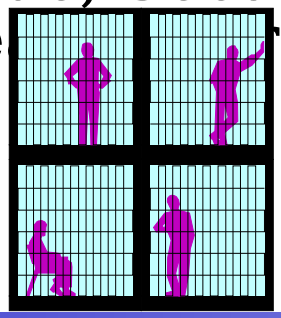
For military the maximum punishment under UCMJ is:

- Article 121 (Larceny) - Dishonorable discharge, forfeiture of all pay and allowances, and confinement for 10 years
- Article 132 (Fraud) - Dishonorable discharge, forfeiture of all pay and allowances, and confinement for 5 years
- Article 107 (False Statement) - Dishonorable discharge, forfeiture of all pay and allowances, and confinement for 5 years

WHAT HAPPENS IF FRAUD OCCURS?

For civilians the maximum punishment under Title 18, U.S. Code is:

- Title 18, U.S. Code, Section 651 (Larceny) - years imprisonment and a fine
- Title 18, U.S. Code, Section 1031(Fraud) - years imprisonment and a fine
- Title 18, U.S. Code, Section 1001 (False Statement) – 5 ye risonment



WHO HAS A ROLE IN CRIME PREVENTION?

- Cardholders
- Billing/Certifying Officials
- Supervisors
- Commanders
- Accountable Officers
- Property Book Officers
- Internal Review
- U.S. Army Criminal Investigation Command